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FISCAL IMPACT STATEMENT

LS 6739

BILL NUMBER: HB 1198

NOTE PREPARED: Dec 31, 2007

BILL AMENDED:

SUBJECT: Admissions Preference for Indiana Residents.

FIRST AUTHOR: Rep. Stevenson

BILL STATUS: As Introduced

FIRST SPONSOR:

FUNDS AFFECTED: ☒ **GENERAL**
☐ **DEDICATED**
☐ **FEDERAL**

IMPACT: State

Summary of Legislation: This bill requires a state educational institution to limit the admission of students who are not Indiana residents to not more than 25% of each freshman class. It makes an exception if all Indiana residents who meet the state educational institution's standards for regular admission and have applied have been admitted.

The bill also requires a state educational institution to give priority in graduate school admissions to Indiana residents.

Effective Date: July 1, 2008.

Explanation of State Expenditures: The bill could increase state expenditures for higher education if the number of resident students increased. The state currently provides an adjustment for state institutions with a history of growth. The adjustment is based on a four-year rolling average. The adjustment for enrollment change was \$1,750 per student for FY 2008 and \$3,500 for FY 2009. The enrollment change calculation does not apply to Indiana University - Bloomington, Purdue University - West Lafayette, Indiana State University, or Ball State University. The reduction in expenditures would probably be minor

Explanation of State Revenues: Universities could experience a decrease in fee revenue if the number of resident students increased. The difference in resident tuition and nonresident tuition ranges from \$6,000 to \$11,000, depending on the state institution.

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: State educational institutions.

Local Agencies Affected:

Information Sources: Commission for Higher Education, Indiana Public Institutional Fee Rate for Full-Time Resident and Non-Resident Students.

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